

**LEGISLATIVE SERVICES AGENCY
OFFICE OF FISCAL AND MANAGEMENT ANALYSIS**

301 State House
(317) 232-9855

FISCAL IMPACT STATEMENT

LS 6427

BILL NUMBER: HB 1190

DATE PREPARED: Dec 7, 2001

BILL AMENDED:

SUBJECT: Deductions from 1977 Fund Benefits.

FISCAL ANALYST: James Sperlik

PHONE NUMBER: 232-9866

FUNDS AFFECTED: **GENERAL**
 X DEDICATED
 FEDERAL

IMPACT: State

Summary of Legislation: This bill permits the Public Employees' Retirement Fund (PERF) Board to make deductions for certain purposes from a disability, retirement, or survivor benefit paid by the 1977 Police Officers' and Firefighters' Pension and Disability Fund if the deduction is authorized by the person receiving the benefit.

Effective Date: July 1, 2002.

Explanation of State Expenditures: The provisions of this proposal likely will add administrative costs to PERF as administrator of the 1977 Police Officers' and Firefighters' Pension and Disability Fund, but it is expected that this cost will be minimal and will include computer programming changes.

Background Information: P.L. 119-2000 provides that PERF is an independent body corporate and politic. As a result, PERF pays its own administrative expenses and is not subject to review by the State Department of Personnel or the State Budget Agency. PERF operates from revenues generated from its investment income. The Board of Trustees of PERF determines staffing levels and expenditure levels.

Explanation of State Revenues:

Explanation of Local Expenditures:

Explanation of Local Revenues:

State Agencies Affected: PERF as administrators of the 1977 Police Officers' and Firefighters' Pension and Disability Fund.

Local Agencies Affected:

Information Sources: Bill Butler, Executive Director of PERF, 233-4133.